

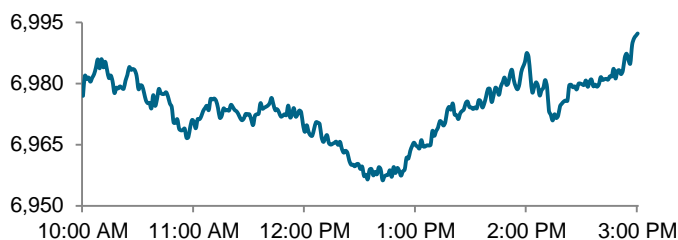
DAILY MARKETS OVERVIEW

السعودي الفرنسي كابيتال
Saudi Fransi Capital
تميز في الخدمة، تفوق في الأداء



OCTOBER 18, 2017

TASI Intraday



Source: Reuters

Saudi Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Saudi (TASI)	6,992	0.2	0.1	-3.0	17.0
Saudi (NOMU)	3,012	-0.6	-1.7	NA	NA
Energy	3,981	1.0	1.1	-20.0	15.5
Materials	4,715	0.4	-0.2	-5.4	20.0
Capital Goods	4,176	0.0	-0.8	-16.3	13.7
Com. & Prof. Svc	4,383	-0.1	-0.1	-13.1	19.5
Transportation	3,896	1.0	1.1	-23.6	14.1
Cons. Durables & Apparel	4,105	-0.2	-1.4	-11.6	NA
Consumer Services	4,232	-0.1	0.8	-12.4	12.2
Media	8,370	0.9	-0.1	63.4	NA
Retailing	5,974	-0.7	-0.8	21.7	19.0
Food & Staples Retailing	5,461	-0.5	-1.4	8.1	23.6
Food & Beverages	5,123	-0.2	2.3	4.5	NA
Health Care Equipment	4,505	-0.1	-0.2	-10.2	25.0
Pharma, Biotech & Life Science	3,984	-0.5	-0.3	-26.0	9.9
Banks	5,246	0.3	0.5	3.2	11.0
Diversified Financials	4,372	-0.1	-0.1	-12.3	NA
Insurance	5,029	-0.5	0.3	2.4	15.5
Telecommunication	4,305	-0.3	-1.7	-13.9	14.9
Utilities	5,086	2.1	1.7	4.6	10.9
REITs	4,944	0.1	-1.2	-1.1	NA
Real Estate	4,321	0.1	-1.9	-13.9	NA

Sources: Bloomberg, Reuters

Top 5 Gainers

Company	Last Close	% Change	Value (SAR mn)
Malath Cooperative Insurance and Reinsurance Co.	15.14	9.9%	13.7
United Cooperative Assurance Co.	14.67	7.4%	17.7
Electrical Industries Co.	21.08	4.4%	13.0
United International Transportation Co.	26.66	4.3%	54.9
MetLife AIG ANB Cooperative Insurance Co.	18.36	3.9%	10.4

Source: Tadawul

Latest Earnings

Company	Date	Period	Q NI (SAR mn)	YoY %	Q EPS (SAR)	Vs. Consensus
Yamama Cement Co.	17-Oct	Q3 17	29.2	-48.2	0.14	BEAT
Abdullah A. M. Al-Khodari Sons	17-Oct	Q3 17	-22.9	57.0	-0.41	NA
Alinma Bank	15-Oct	Q3 17	542.0	73.7	0.36	BEAT
Qassim Cement Co.	15-Oct	Q3 17	51.2	-26.2	0.57	BEAT
United Wire Factories	15-Oct	Q3 17	7.2	-49.6	0.16	NA

Source: Tadawul

NOTES: (1) Prices as of last trade. Updated as of October 18, 2017
(2) WTD: Week to Date and YTD: Year to Date

Saudi Market Update

- The TASI gained 0.2% to close at 6,992 on Tuesday. The NOMU closed 0.6% lower at 3,012. TASI traded value totaled SAR 2.5bn and averaged SAR 3.2bn over the last 30 days. The five most active stocks (by value) in TASI accounted for 51.2% of the daily traded value.
- Banks and Materials ended 0.3% and 0.4% higher respectively. Telecom closed 0.3% lower. Utilities (up 2.1%) was the best performer. Among stocks, Malath Cooperative Insurance and Reinsurance Co. (8020/MALATH AB), United Cooperative Assurance Co. (8190/UCA AB), and Electrical Industries Co. (1303/EIC AB) led gainers.
- According to the data revealed by the General Authority for Statistics, the cost of living price index fell 0.1% Y/Y in September. The authority attributed this decrease to a 3.1% drop in prices of clothing and footwear, 2.8% fall in recreation and culture costs, and a 1.6% decline in transport prices. (Source: Mubasher)
- Citing sources familiar with the matter, Reuters reported China Petroleum & Chemical Corp (386 HK) and PetroChina (857 HK) have written to Saudi Arabian Oil Company in recent weeks offering to acquire up to 5% of the company directly. The agency added the two Chinese companies are part of a state-run consortium, including China's sovereign wealth fund. (Source: Mubasher)
- Citing sources familiar with the matter, Al Hayat reported the Electricity & Co-Generation Regulatory Authority anticipates the power sector to record a fiscal deficit of around SAR 60bn (USD 16bn) by 2019. (Source: Argaam)
- The Ministry of Finance announced the launch of a new service for supplier and contractor financial claims, which would collect and review all claims with government agencies to facilitate payments. (Source: Argaam)
- The General Manager of Treasury and Financial Institutions at Al Rajhi Bank (1120/RJHI AB) told Al Arabiya TV that the bank injected SAR 4bn (USD 1.1bn) in the SAR 37bn (USD 9.9bn) domestic sukuk issued by the Ministry of Finance in 3Q17. (Source: Argaam)
- Jarir Marketing Co. (4190/JARIR AB), which owns and operates Jarir Bookstores, opened a new showroom in Dhahran Street at a cost of SAR 60mn (USD 16mn). (Source: Tadawul)

Top 5 Losers

Company	Last Close	% Change	Value (SAR mn)
The Company for Cooperative Insurance	98.99	-2.4%	17.6
Trade Union Cooperative Insurance Co.	22.54	-1.9%	18.4
Saudi Enaya Cooperative Insurance Co.	23.22	-1.9%	30.5
Makkah Construction & Development Co.	77.33	-1.9%	4.7
Jarir Marketing Co.	146.00	-1.4%	5.1

Most Active Stocks by Value (SAR mn)

Company	Last Close	% Change	Value (SAR mn)
Alinma Bank	17.98	-0.3%	549.8
Saudi Basic Industries Corp.	98.06	-0.2%	328.3
Al Rajhi Bank	64.10	0.6%	229.6
Salama Cooperative Insurance Co.	26.44	0.0%	81.6
Dar Alarkan Real Estate Development Co.	6.70	-1.2%	72.3

Source: Tadawul

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GCC Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Dubai (DFM)	3,643	-0.4	-0.5	3.2	NA
Abu Dhabi (ADX)	4,489	-0.8	-0.8	-1.3	16.5
Kuwait (KSE)	6,648	0.2	0.3	15.7	17.8
Qatar (QE)	8,229	-0.8	-1.4	-21.2	13.4
Oman (MSM)	5,089	-0.1	-0.8	-12.0	12.2
Bahrain (BSE)	1,283	0.3	0.6	5.1	7.6
DJMENA Index	517	-0.2	-0.3	-0.5	NA

Source: Bloomberg, Reuters

Global Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
US (S&P 500)	2,559	0.1	0.2	14.3	21.8
US (NASDAQ 100)	6,624	0.0	0.3	23.0	25.0
UK (FTSE 100)	7,516	-0.1	-0.3	5.2	25.1
Germany (DAX)	12,995	-0.1	0.0	13.5	18.2
France (CAC 40)	5,361	0.0	0.2	10.3	18.6
Russia (MICEX)	2,093	-0.7	-0.3	-5.2	7.4
Japan (Nikkei)	21,336	0.4	0.9	11.4	19.3
Hong Kong (HSI)	28,697	0.0	0.8	30.4	14.3
South Korea (KOSPI)	2,484	0.2	0.4	22.6	11.9
China (SHCOMP)	3,372	-0.2	-0.5	8.6	17.7
India (NIFTY)	10,234	0.0	0.7	25.0	23.8
Brazil (IBOV)	76,201	-0.6	-1.0	26.5	23.9
Turkey (BIST 100)	1,06,991	0.5	0.7	36.9	10.4
Egypt (EGX30)	13,525	0.0	-2.6	9.6	9.6
MSCI Emerging Markets	1,126	-0.5	0.0	30.5	16.4
MSCI World	2,027	-0.1	0.0	15.8	21.3

Source: Bloomberg, Reuters

Commodities Prices

Index	Last Close	1 Day %	WTD %	YTD %	1 Year %
Brent Crude (\$/bbl)	57.9	0.1	1.2	1.9	12.0
Natural Gas (\$/mmbtu)	3.0	0.5	-1.3	-17.8	-12.6
Gold (\$/oz)	1,285	-0.8	-1.5	11.5	1.8
Silver (\$/oz)	17.0	-1.5	-2.6	6.6	-3.7
Platinum (\$/oz)	935	0.4	-1.2	3.4	-1.0
Copper (\$/t)	6,996	-1.8	2.0	26.7	50.1
Zinc (\$/t)	3,110	-3.7	-5.6	21.6	36.9
Lead (\$/mt)	2,496	-2.7	-1.8	25.7	25.1
Wheat (\$/bu)	435	-0.4	-1.1	-6.5	-12.4
Corn (\$/bu)	350	-0.1	-0.8	-7.9	-10.5
Sugar (\$/lb)	14.0	-1.1	-2.6	-24.5	-32.1

Source: Bloomberg

Interest Rate Watch (3M Interbank Offer Rate, %)

Country	Last Close	1 Day Change	YTD Change	Spread*
US	1.35	0.00	0.36	0.00
Saudi Arabia	1.79	0.00	-0.24	0.44
UAE	1.57	0.00	0.09	0.22
Kuwait	1.75	0.00	0.31	0.40
Qatar	2.45	0.01	0.67	1.09
Bahrain	2.45	0.00	0.35	1.10

Source: Reuters

NOTES: (1) Prices updated as of October 18, 2017 (2) WTD: Week to Date; YTD: Year to Date; NA: Not Applicable

GCC & Global Markets Update

- US markets ended in green on Tuesday. The S&P 500 closed 0.1% higher while NASDAQ closed flat. Dow Jones Industrial ended 0.2% higher. In Europe, the UK and Germany both declined by 0.1% while France closed flat.
- Asian markets are trading mixed on Wednesday. China is up by 0.3% while Japan is trading flat. South Korea is down by 0.1% while Hong Kong is trading flat. India is down by 0.3% in morning trade.
- GCC markets ended mixed on Tuesday. Dubai and Abu Dhabi declined by 0.4% and 0.8% respectively. Kuwait ended 0.2% higher while Qatar ended 0.8% lower. Oman closed 0.1% lower while Bahrain gained 0.3%.
- Kuwait National Petroleum Company's CEO stated total expenditure on the environmental fuel project stood at KWD 3.1bn (USD 10.2bn) by the end of September. (Source: Mubasher)
- Nasdaq Dubai would use MSCI's regional indices to generate derivative products to be traded on the Nasdaq Dubai's derivatives platform after it signed a license agreement with MSCI. (Source: Trade Arabia)
- Gulf Bank's (GBK KK) long-term credit rating was affirmed at "A+" by Fitch Ratings with stable outlook. Moreover, the agency upgraded the bank's viability rating from "bb" to "bb+". Fitch Ratings attributed the rating to the bank's strong strategy execution efforts, and improvements in asset-quality and underwriting standards. (Source: Mubasher)
- Fitch Ratings affirmed Kuwait International Bank's (KIB KK) long-term credit rating at "A+" with stable outlook. In addition, the agency affirmed the bank's viability rating at "bb-". (Source: Mubasher)
- According to an emailed statement from Dubai Holding's spokesperson, the company has put on hold its plan to develop the USD 20bn (AED 73.5bn) Jumeirah Central development, and reallocated resources to other ongoing projects that would be ready for Expo 2020 Dubai and those that would attract tourists to the emirate. (Source: Argam)
- UAE-based Azizi Developments unveiled plan for a new AED 25bn (USD 6.8bn) mega community project in Dubai. The community would comprise commercial, residential, and retail spaces, with 105 mid-rise and high-rise residential buildings consisting of 30,000 apartments. (Source: Arabian Business)
- The Indian Express reported the National Investment and Infrastructure Fund of India signed an investment agreement worth USD 1bn (AED 3.7bn) with the Abu Dhabi Investment Authority. (Source: Gulf Base)
- Saudi Arabia-based Nesma Holding's subsidiary, Nesma Telecom & Technology, plans to enter into the UAE market with digital telecom towers that could support devices of more than one GSM operator. (Source: Trade Arabia)

Coming Up

- US EIA Petroleum status report on weekly change in crude oil inventories for the week ended October 13 (prior: -2.7mn barrels) will be announced today. (Source: Econoday)
- Change in China's GDP for 3Q17 (prior: 1.7% Q/Q, 6.9% Y/Y; consensus: 6.8% Q/Q) will be announced today. (Source: Econoday)
- US jobless claims for the week ended October 14 (prior: 243K; consensus: 240K) will be announced tomorrow. (Source: Econoday)

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18 OCTOBER 2017

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